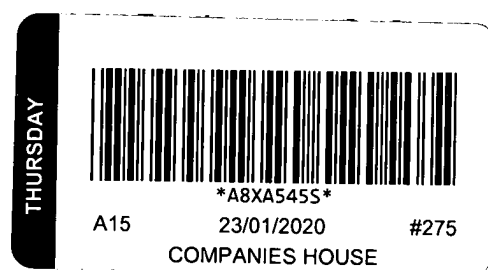


COMPANY REGISTRATION NUMBER: 08053260
CHARITY REGISTRATION NUMBER: 1147718

Living Faith Church
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2019



BRAMWELL MORRIS
Chartered Accountants
18 Mulberry Avenue
Turnstone Business Park
Widnes
Cheshire
WA8 0WN

Living Faith Church
Company Limited by Guarantee
Financial Statements
Year ended 31 May 2019

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Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2019.

Reference and administrative details

Registered charity name Living Faith Church
Charity registration number 1147718
Company registration number 08053260
Principal office and registered office Living Faith Church
25 Church Street
Orrell
Wigan
WN5 8TG

The trustees

Mr I Aspinall
Ms E Aspinall
Bishop S L Evans
Rev D Bradley
Rev B Bradley (Appointed 13 May 2019)
Mrs R Houghton (Retired 13 May 2019)

Independent examiner Mr G Mattocks FCA
18 Mulberry Avenue
Turnstone Business Park
Widnes
Cheshire
WA8 0WN

Structure, governance and management

The main governing document of the charity is the trust deed dated 1st May 2012. The trustees are appointed to control and manage the charity by the society of the Living Faith Church.

Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Objectives and activities

The Charity's objectives are to advance the Christian faith in accordance with the statement of beliefs. The first objective of Living Faith Church is to preach the Gospel and teach the truth as revealed within the Holy Bible. To those ends the charity runs traditional Christian prayer and worship meetings on Sundays, and at times during the week, including a Wednesday evening prayer meeting. The Holy Bible is the foundation for all the work and doctrine, the church therefore has a strong emphasis on Biblical Christianity.

The charity is also involved in serving the wider community and offers various initiatives to that end, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts. In addition, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community.

There is an active chaplaincy and visitation team that work in the community and residential/nursing homes. This work has developed to include Sunday Services and midweek services in around 6 different locations.

Further afield there are close links with other churches and ministries in the United Kingdom. The church has developed active links with international ministers, churches and missionary organisations.

The Lead Pastor, Bishop Dr. Steven Evans, is the presiding bishop of The International Charismatic Church Network (TICCN). This network is in ancient Apostolic Succession and is a spiritual home for Charismatic ministers to enjoy fellowship.

HOW OUR ACTIVITIES DELIVER PUBLIC BENEFIT

The chaplaincy and visitation team serves the local community. This service has been greatly appreciated by many individuals and families within the community and is provided without charge.

The charity also runs various voluntary groups that directly benefit the wider community, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts and Counseling services.

In addition to the above, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community.

Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Achievements and performance

During the last year Living Faith Church has continued to expand its work as a worshipping community with a biblical Christian ethos. The new church base in Orrell has proved to be a success, the buildings provide over double the capacity of seats for services and offer an additional church hall and cafe area.

The new buildings were in need of renovation and much of this has been done via the hard work of church volunteers who have worked alongside professionals to bring the buildings back into good order. The wider community have repeatedly offered great thanks for this transforming work and groups such as the Orrell Community Network have used the facility for their meetings.

The church hosts an increasing range of weekly meetings and these have continued to be well attended, they include: Worship services in other locations around Greater Manchester and Cheshire. Also, Bible Studies, Midweek Prayer, Home Groups, After School Clubs, Young Adults Meeting, Parents and Toddlers, Coffee Mornings and Special Meetings/Services/Conferences.

The church continues to work within the local community, this work sometimes involves working alongside agencies such as the police, schools, and various counseling services. Our Chaplaincy Ministry and Faithful friends work has continued to grow and we are now providing Services of Holy Communion into six residential homes within the Wigan borough. This ministry has made a great impact in thousands of local peoples lives since it started six years ago.

The church has hosted conferences within the last year for the OSL (Order of St Luke the Physician) 2nd year running, TICCEN (The International Christian Church Network) 5th year running, and the ICFM (International Convention of Faith Ministries) 2nd year running. These were well attended and highly beneficial allowing the church access to the mission of the wider Christian community.

Financial review

The financial results for the period under review show an overall deficit of £18,404, which has been in line with Trustees' expectations and takes into account the further work to upgrade the fabric and resources of the building and grounds. The Trustees feel that, given the same economic conditions, the Church should show a small surplus at the conclusion of the next financial period.

Plans for future periods

We plan to continue to reach our community as we have been doing and to also facilitate an expanding range of services.

Our online web activities are growing and we hope to continue to develop these to improve our connections with people on a local and international level.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

The trustees' annual report was approved on 13 January 2020 and signed on behalf of the board of trustees by:



Bishop S L Evans
Trustee

Living Faith Church

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Living Faith Church

Year ended 31 May 2019

I report to the trustees on my examination of the financial statements of Living Faith Church ('the charity') for the year ended 31 May 2019.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Mr G Mattocks FCA
Independent Examiner

18 Mulberry Avenue
Turnstone Business Park
Widnes
Cheshire
WA8 0WN

22/11/2020

Living Faith Church
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 May 2019

		2019		2018
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	46,907	46,907	60,772
Other income	6	10,000	10,000	23,750
Total income		<u>56,907</u>	<u>56,907</u>	<u>84,522</u>
Expenditure				
Expenditure on charitable activities	7,8	75,311	75,311	70,737
Total expenditure		<u>75,311</u>	<u>75,311</u>	<u>70,737</u>
Net (expenditure)/income and net movement in funds		<u>(18,404)</u>	<u>(18,404)</u>	<u>13,785</u>
Reconciliation of funds				
Total funds brought forward		230,401	230,401	216,616
Total funds carried forward		<u>211,997</u>	<u>211,997</u>	<u>230,401</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 13 form part of these financial statements.

Living Faith Church
Company Limited by Guarantee
Statement of Financial Position

31 May 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	13	188,430	188,899
Current assets			
Debtors	14	6,089	7,276
Cash at bank and in hand		19,720	37,264
		<u>25,809</u>	<u>44,540</u>
Creditors: amounts falling due within one year	15	<u>2,242</u>	<u>3,038</u>
Net current assets		<u>23,567</u>	<u>41,502</u>
Total assets less current liabilities		<u>211,997</u>	<u>230,401</u>
Net assets		<u>211,997</u>	<u>230,401</u>
Funds of the charity			
Unrestricted funds		211,997	230,401
Total charity funds	16	<u>211,997</u>	<u>230,401</u>

For the year ending 31 May 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 13 January 2020, and are signed on behalf of the board by:



Bishop S L Evans
Trustee

The notes on pages 8 to 13 form part of these financial statements.

Living Faith Church
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 May 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Living Faith Church, 25 Church Street, Orrell, Wigan, WN5 8TG.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

4. Limited by guarantee

The Company is a Company limited by guarantee having no share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Donations				
Gifts & donations	46,907	46,907	60,772	60,772

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

6. Other income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Gain on disposal of tangible fixed assets held for charity's own use	10,000	10,000	23,750	23,750

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Direct charitable activities	74,063	74,063	69,506	69,506
Support costs	1,248	1,248	1,231	1,231
	<u>75,311</u>	<u>75,311</u>	<u>70,737</u>	<u>70,737</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Total fund 2018 £
Direct charitable activities	74,063	—	74,063	69,506
Governance costs	—	1,248	1,248	1,231
	<u>74,063</u>	<u>1,248</u>	<u>75,311</u>	<u>70,737</u>

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2019 £	2018 £
Depreciation of tangible fixed assets	469	625
Gains on disposal of tangible fixed assets	<u>(10,000)</u>	<u>(23,750)</u>

10. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,248</u>	<u>1,231</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2019 £	2018 £
Wages and salaries	<u>25,810</u>	<u>18,796</u>

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

11. Staff costs *(continued)*

The average head count of employees during the year was 1 (2018: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2019 No.	2018 No.
Number of staff	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

12. Trustee remuneration and expenses

One of the trustees has been paid remuneration from employment with the charity.

13. Tangible fixed assets

	Land and buildings £	Equipment £	Total £
Cost			
At 1 June 2018 and 31 May 2019	<u>187,026</u>	<u>8,732</u>	<u>195,758</u>
Depreciation			
At 1 June 2018	–	6,859	6,859
Charge for the year	–	469	469
At 31 May 2019	<u>–</u>	<u>7,328</u>	<u>7,328</u>
Carrying amount			
At 31 May 2019	<u>187,026</u>	<u>1,404</u>	<u>188,430</u>
At 31 May 2018	<u>187,026</u>	<u>1,873</u>	<u>188,899</u>

14. Debtors

	2019 £	2018 £
Other debtors	<u>6,089</u>	<u>7,276</u>

15. Creditors: amounts falling due within one year

	2019 £	2018 £
Accruals and deferred income	1,300	2,600
Social security and other taxes	942	438
	<u>2,242</u>	<u>3,038</u>

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

16. Analysis of charitable funds

Unrestricted funds

	At 1 June 2018	Income	Expenditure	At 31 May 2019
	£	£	£	£
General funds	<u>230,401</u>	<u>56,907</u>	<u>(75,311)</u>	<u>211,997</u>

17. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2019	Total Funds 2018
	£	£	£
Tangible fixed assets	188,430	188,430	188,899
Current assets	25,809	25,809	44,540
Creditors less than 1 year	<u>(2,242)</u>	<u>(2,242)</u>	<u>(3,038)</u>
Net assets	<u>211,997</u>	<u>211,997</u>	<u>230,401</u>

18. Financial instruments

The company currently holds no financial instruments.

19. Related parties

Included in the wages and salaries in the financial statements is the amount of £25,135 which is the salary of one of the trustees, paid in his role as pastor.

Living Faith Church
Company Limited by Guarantee
Management Information
Year ended 31 May 2019

The following pages do not form part of the financial statements.

Living Faith Church
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 May 2019

	2019 £	2018 £
Income and endowments		
Donations and legacies		
Gifts & donations	<u>46,907</u>	<u>60,772</u>
Other income		
Gain on disposal of tangible fixed assets held for charity's own use	<u>10,000</u>	<u>23,750</u>
Total income	<u><u>56,907</u></u>	<u><u>84,522</u></u>
Expenditure		
Expenditure on charitable activities		
Purchases	13,217	11,016
Wages and salaries	25,810	18,796
Rates and water	2,451	2,577
Light and heat	4,695	1,176
Repairs and maintenance	6,985	387
Insurance	1,248	799
Other motor/travel costs	1,009	1,559
Legal and professional fees	4,137	13,468
Other office costs	2,252	867
Depreciation	469	625
Support costs	-	750
Gifts	1,833	838
Resources	4,503	2,441
Bank interest & charges	-	(237)
Preachers expenses	3,645	8,330
Food	1,807	3,609
Cleaning	-	420
Missions	1,250	3,316
	<u>75,311</u>	<u>70,737</u>
Total expenditure	<u><u>75,311</u></u>	<u><u>70,737</u></u>
Net (expenditure)/income	<u><u>(18,404)</u></u>	<u><u>13,785</u></u>

Living Faith Church

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 May 2019

	2019 £	2018 £
Expenditure on charitable activities		
Direct charitable activities		
<i>Activities undertaken directly</i>		
Direct charitable activity 1 - purchases	13,217	11,016
Direct charitable activity 1 - wages/salaries	25,810	18,796
Direct charitable activity 1 - rates & water	2,451	2,577
Direct charitable activity 1 - light & heat	4,695	1,176
Direct charitable activity 1 - repairs & maintenance	6,985	387
Direct charitable activity 1 - insurance	1,248	799
Direct charitable activity 1 - other motor/travel costs	1,009	1,559
Direct charitable activity 1 - legal and professional fees	2,889	12,237
Direct charitable activity 1 - other office costs	2,252	867
Direct charitable activity 1 - depreciation	469	625
Support costs	-	750
Gifts	1,833	838
Resources	4,503	2,441
Bank interest & charges	-	(237)
Preachers expenses	3,645	8,330
Food	1,807	3,609
Cleaning	-	420
Missions	1,250	3,316
	74,063	69,506
Governance costs		
Governance costs - accountancy fees	1,248	1,231
	75,311	70,737